

Farm Credit System Major Financial Indicators, Quarterly Comparison¹

Dollars in Thousands

At and for the 3 months ended	30-Sep-03	30-Jun-03	31-Mar-03	31-Dec-02	30-Sep-02
Farm Credit System Banks¹					
Gross Loan Volume	81,819,994	81,105,524	80,028,406	80,370,840	78,644,139
Accruing Restructured Loans ²	14,475	15,766	16,292	17,264	433,659
Accrual Loans 90 or More Days Past Due	31,698	12,092	14,018	54,017	41,731
Nonaccrual Loans	419,528	396,815	371,556	353,765	411,164
Nonperforming Loans/Total Loans ³	0.57%	0.52%	0.50%	0.53%	1.13%
Cash and Marketable Investments	19,894,923	19,152,162	17,546,104	17,076,661	15,833,066
Capital/Assets ⁴	6.62%	6.64%	6.79%	6.70%	7.04%
Unallocated Retained Earnings/Assets	3.60%	3.58%	3.60%	3.66%	3.95%
Net Income	133,822	147,599	168,172	175,480	150,116
Return on Assets ⁵	0.59%	0.64%	0.70%	0.78%	0.82%
Return on Equity ⁵	8.93%	9.17%	9.89%	10.67%	11.06%
Net Interest Margin	1.00%	1.05%	1.09%	1.15%	1.18%
Operating Expense Rate ⁶	0.33%	0.33%	0.34%	0.35%	0.35%
Associations					
Gross Loan Volume	70,492,872	69,618,765	67,083,217	66,606,213	65,232,842
Accruing Restructured Loans ²	95,326	88,791	84,273	90,726	80,255
Accrual Loans 90 or More Days Past Due	44,940	61,816	68,432	27,654	48,071
Nonaccrual Loans	651,100	622,887	597,624	589,645	587,629
Nonperforming Loans/Gross Loans ³	1.12%	1.11%	1.12%	1.06%	1.10%
Capital/Assets ⁷	16.00%	15.97%	16.23%	15.85%	15.94%
Unallocated Retained Earnings/Assets	13.95%	13.90%	14.05%	13.63%	13.69%
Net Income	309,990	284,881	334,140	430,957	274,765
Return on Assets ⁵	1.70%	1.77%	1.98%	1.77%	1.57%
Return on Equity ⁵	10.63%	10.93%	12.15%	11.05%	9.70%
Net Interest Margin	2.72%	2.77%	2.83%	2.69%	2.72%
Operating Expense Rate ⁶	1.49%	1.51%	1.54%	1.44%	1.41%
Total Farm Credit System⁸					
Gross Loan Volume	91,302,000	91,281,000	90,104,000	90,040,000	87,917,000
Accruing Restructured Loans ²	113,000	107,000	103,000	109,000	98,000
Accrual Loans 90 or More Days Past Due	75,000	73,000	79,000	83,000	90,000
Nonaccrual Loans	1,070,000	1,019,000	969,000	939,000	1,000,000
Nonperforming Loans/Gross Loans ³	1.38%	1.31%	1.28%	1.26%	1.35%
Bonds and Notes	94,002,000	93,456,000	90,881,000	90,980,000	87,913,000
Capital/Assets ⁹	15.76%	15.57%	15.69%	15.41%	15.83%
Surplus/Assets	12.67%	12.51%	12.57%	12.32%	12.52%
Net Income	462,000	443,000	435,000	402,000	437,000
Return on Assets ⁵	1.58%	1.57%	1.59%	1.67%	1.75%
Return on Equity ⁵	10.08%	10.08%	10.14%	10.58%	11.01%
Net Interest Margin	2.59%	2.61%	2.65%	2.76%	2.76%

¹ Includes Farm Credit Banks and the Agricultural Credit Bank.

² Excludes loans 90 or more days past due.

³ Nonperforming Loans are defined as Nonaccrual Loans, Accruing Restructured Loans, and Accrual Loans 90 or more days past due.

⁴ Capital excludes mandatorily redeemable preferred stock.

⁵ Income ratios are annualized.

⁶ Operating expenses divided by average gross loans, annualized.

⁷ Capital excludes protected borrower capital.

⁸ Cannot be derived through summation of above categories due to intradistrict and intra-System eliminations used in Reports to Investors.

⁹ Capital includes restricted capital (amount in Farm Credit Insurance Fund), excludes mandatorily redeemable preferred stock and protected borrower capital.

Source: Farm Credit System Call Report and the Federal Farm Credit Banks Reports to Investors of the Farm Credit System.